



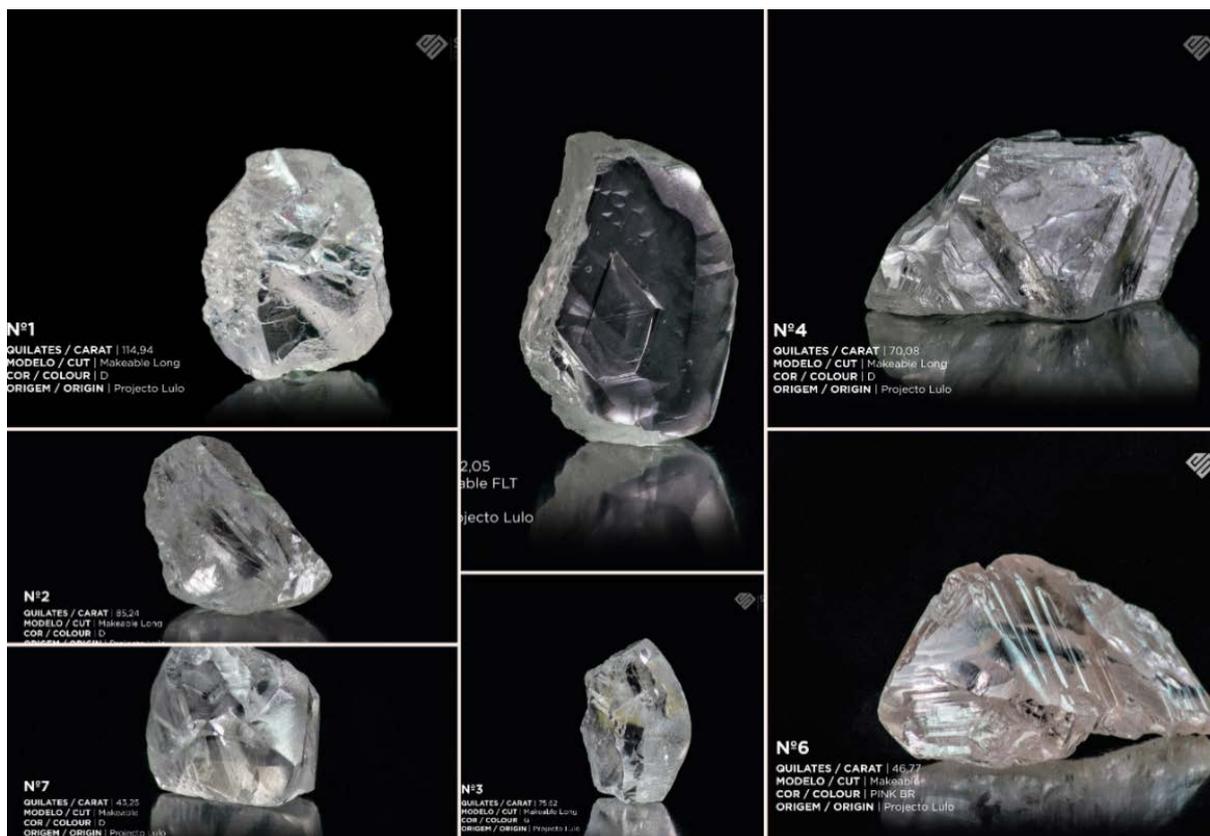
LULO DIAMONDS SELL FOR A\$22.9M IN HISTORIC TENDER

- *Inaugural competitive tender of Lulo diamonds under Angola's new diamond marketing policy delivers exceptional average price of US\$33,530 per carat*

Lucapa Diamond Company Limited (ASX: **LOM**) (“Lucapa” or “the Company”), Empresa Nacional de Diamantes E.P. (“Endiama”), Rosas & Petalas, the Ministry of Petroleum and Natural Resources and Sodiam (state diamond marketing company), are pleased to announce the outcome of the first historic sale of exceptional diamonds under Angola’s new diamond marketing policy.

The seven large and top-quality diamonds weighing 498 carats from the Lulo alluvial mine that were offered for sale via electronic tender organised by Sodiam in Luanda achieved a total sales price of US\$16.7 million (A\$22.9 million), representing an average price of US\$33,530 per carat.

The exceptional sale prices achieved for the Lulo diamonds reflected the highly-competitive bidding from leading international diamantaires and large stone manufacturers from eight countries that participated in the tender.



The seven Special Lulo diamonds in the historic Angolan tender organised by Sodiam

The sale marked the beginning of a new era for the Angolan diamond mining industry, being the first Angolan production offered for sale via competitive tender under the new diamond marketing policy enacted by the Angolan President, His Excellency Joao Lourenco.

The sale brought total sales of Lulo diamonds to date to US\$141 million at an average price per carat of US\$2,105.

A joint media release relating to the tender results was issued overnight in Angola. Lucapa will publish an official translation of this joint media release on the Company's website as soon as it is available.

For and on behalf of the Lucapa Board.

STEPHEN WETHERALL
MANAGING DIRECTOR

ABOUT LUCAPA

Lucapa is a growing diamond company with a portfolio of high-quality production, development and exploration assets in Angola, Lesotho, Australia and Botswana. The Company's focus on high-value diamond production is designed to protect cash flows in a sector of the diamond market where demand remains robust.

Lucapa's flagship asset is the Lulo Diamond Project in Angola, which is a prolific producer of large and premium-value alluvial diamonds. Lulo has produced 11 +100ct diamonds to date and is the highest US\$ per carat alluvial diamond production in the world. Lucapa and its Lulo partners continue to advance their search for the primary kimberlite sources of these exceptional alluvial gems through a systematic drilling and exploration program.

Lucapa has a 70% interest in the Mothae kimberlite mine in diamond-rich Lesotho. Lucapa has commenced commercial diamond recoveries at Mothae through a new 1.1Mtpa diamond treatment plant, complete with XRT recovery technology, under its Phase 1 development program.

Lucapa is also furthering two exploration projects in known diamond provinces, including an extensive exploration program at Brooking in the West Kimberley lamproite province in Western Australia to follow up on the discovery of lamproite with very high concentrations of micro- and macro-diamonds. Lucapa plans to drill kimberlite targets at the Orapa Area F project in Botswana's Orapa diamond field in Q1 2019.

Lucapa's Board and management team have extensive diamond industry experience across the globe with companies including De Beers and Gem Diamonds.

No New Information

To the extent that announcement contains references to prior exploration results and Mineral Resource estimates, which have been cross referenced to previous market announcements made by the Company, unless explicitly stated, no new information is contained. The Company confirms that it is not aware of any new information or data that materially affects the information included in the relevant market announcements and, in the case of estimates of Mineral Resources that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.

Forward-Looking Statements

This announcement has been prepared by the Company. This document contains background information about the Company and its related entities current at the date of this announcement. This is in summary form and does not purport to be all inclusive or complete.

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